

## Message Text

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ACTION EB-07

INFO OCT-01 EUR-12 ISO-00 FEA-01 ERDA-07 AID-05 CEA-01

CIAE-00 CIEP-02 COME-00 DODE-00 FPC-01 H-02 INR-07

INT-05 L-03 NSAE-00 NSC-05 OMB-01 PM-04 USIA-15

SAM-01 OES-06 SP-02 SS-15 STR-04 TRSE-00 FRB-01 /108 W

----- 089094

R 122030Z MAY 76

FM AMCONSUL CALGARY

TO SECSTATE WASHDC 1657

INFO AMEMBASSY OTTAWA

UNCLAS CALGARY 199

E.O. N/A

TAGS: ENRG, CA

SUBJ: ALBERTA GOVERNMENT LOANS TO SYNCRUDE PARTNERS

REF: CALGARY'S A-55, MAY 3, 1976

THE ALBERTA TREASURY HAS COMPLETED 200 MILLION DOLLARS IN  
LOANS TO TWO OF THE SYNCRUDE PARTNERS, CANADA CITIES  
SERVICES LTD. AND GULF OIL CANADA LTD.

IN TABLING THE LOAN DOCUMENTS IN THE LEGISLATURE THURSDAY,  
PROVINCIAL TREASURER MERV LEITCH SAID THE 100 MILLION DOLLAR  
LOAN TO GULF OIL CARRIES INTEREST RATES OF 8-1/8 PERCENT,  
WHILE CITIES SERVICES WILL BE CHARGED 8-3/8 PER CENT FOR  
ITS 100 MILLION DOLLARS.

UNDER THE TERMS OF THE AGREEMENT, REACHED IN PRINCIPLE IN  
WINNIPEG LAST YEAR, THE GOVERNMENT HAS FIVE YEARS AFTER  
SYNCRUDE BEGINS PRODUCTION TO EXERCISE AN OPTION TO TAKE  
REPAYMENT IN EQUITY IN THE PROJECT. IF THE GOVERNMENT DOES  
EXERCISE THIS OPTION, THE INTEREST ON THE LOANS THAT ACCRUES  
DURING CONSTRUCTION WILL BE REFUNDED TO THE COMPANIES.

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NOTE: THE DIFFERENCE IN INTEREST RATES REPORTEDLY IS DUE

TO THE STANDING OF COMPANIES IN THE WORLD MONEY MARKET, WITH  
GULF ENJOYING A SLIGHTLY BETTER CREDIT RATING THAN CITIES  
SERVICE.  
HALL

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## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** PETROLEUM INDUSTRY, PROVINCE, LOANS, INTEREST RATES  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 12 MAY 1976  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** n/a  
**Disposition Approved on Date:**  
**Disposition Authority:** n/a  
**Disposition Case Number:** n/a  
**Disposition Comment:**  
**Disposition Date:** 01 JAN 1960  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1976CALGAR00199  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** D760184-0915  
**From:** CALGARY  
**Handling Restrictions:** n/a  
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**Legacy Key:** link1976/newtext/t19760564/aaaaccto.tel  
**Line Count:** 65  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Office:** ACTION EB  
**Original Classification:** UNCLASSIFIED  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
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**Previous Classification:** n/a  
**Previous Handling Restrictions:** n/a  
**Reference:** n/a  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** CollinP0  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 12 JUL 2004  
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**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** ALBERTA GOVERNMENT LOANS TO SYNCRUDE PARTNERS  
**TAGS:** ENRG, EFIN, CA, CANADA CITIES SERVICES LTD, GULF OIL CANADA  
**To:** STATE  
**Type:** TE  
**Markings:** Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 04 MAY 2006